

**PROGRAM DIVISION
BULLETIN**

2007-02

January 16, 2007

Elimination of Proof of Coverage for Commercial Vehicles
for the State of Colorado

SUMMARY

The Colorado Department of Revenue - Motor Vehicle Division (MVD) has declared that effective January 1st, 2007, the reporting of Proof of Coverage to the state of Colorado will be optional for commercial insurance. AIG will not exercise this option and will terminate the practice of reporting commercial Proof of Coverage in Colorado, effective January 1st, 2007.

EXEMPTION DETAILS

**Colorado Motorist Insurance Identification Database (MIIDB) -
Commercial Insured Vehicle Filing Exemption**

When a vehicle has any of the following plate types, the vehicle will *automatically* be flagged in the Colorado MIIDB as exempt. Section 6 of the MIIDB Rules state:

"The Designated Agent, Colorado.gov, is authorized to mark these vehicles as exempt from tracking insurance information under the MIIDB. These plate types are:

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- i. Buses: the first three characters of the plate type field are BUS.
- ii. Dealers: the first three characters of the plate type field are DLR.
- iii. Farm Vehicles: the first three characters of the plate type field are FTK or FTR.
- iv. Special Mobile Equipment: the first three characters of the plate type are SME.
- v. Special Mobile Machinery: the first three characters of the plate type are SMM.
- vi. Trailers: the first three characters of the plate type are TRL.
- vii. Truck Tractor: the first three characters of the plate type field are TTR.
- viii. Gross Vehicle Weight: the first three characters of the plate type field are GVW.

The following will also be exempt if the last three characters of the plate type are:

- i. FLT (Fleet)
- ii. CNY (County)
- iii. CTY (City)
- iv. RNT RTL (Rental)
- v. SOC (State of Colorado)
- vi. CCL (TV/Radio)
- vii. GVT (Government)"

If the vehicle does not have one of these plate types it is imperative to show "Proof of Insurance" at the time of vehicle registration that clearly states the vehicle is "**COMMERCIALLY INSURED**" in order to receive the exemption. The Proof of Insurance is the ID Card, and it must bear the words **COMMERCIALLY INSURED** on it. **The ID Card should be presented to the County Clerk at the time the insured registers their vehicle. The Clerk will then mark the record so that the vehicle will be declared exempt from MIIDB tracking.**

CAUTION: Private passenger vehicles registered in an individual's name and insured under a commercial policy are also exempt, **PROVIDED THE ABOVE PROCESS STEPS ARE FOLLOWED.** Otherwise, the vehicles will be subject to the private passenger suspension program, and would entail another visit

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to the County Clerk, to secure the commercial designation on the MIIDB, thus establishing future exemptions.

Program Administrator Action

The program administrator must include the reference to "**COMMERCIALY INSURED**" on any Colorado ID cards that are issued for commercial accounts. It is also the Program Administrator's responsibility to inform the insured of the requirement, particularly in light of the private passenger suspension risk.

Failure to comply with the procedures described herein will result in one or more of the following:

- The insured may be prevented from registering their vehicle(s).
- Suspension, and/or revocation of the insureds existing vehicle registration.
- Impoundment of the insured's vehicle(s) and civil penalties incurred by the insured.
- Fines imposed on AIG.

The template will be removed from the ALIR system.

Coverall is in the process of making this change and it will appear in the release notes upon completion.

Please contact your program manager with any questions.

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